

**STATE OF MICHIGAN  
DEPARTMENT OF LABOR AND ECONOMIC GROWTH  
OFFICE OF FINANCIAL AND INSURANCE SERVICES**

**Bulletin 2008-04-INS**

**In the matter of:**

**Michigan Property and Casualty Guaranty Association's annual adjustment of an insured's maximum unearned premium refund.**

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**Issued and entered  
this 25<sup>th</sup> day of March 2008  
By Ken Ross  
Commissioner**

**INFORMATIONAL STATEMENT ISSUED PURSUANT TO  
MCL 500.7925(2)(a) and R 500.351 OF THE MICHIGAN ADMINISTRATIVE CODE**

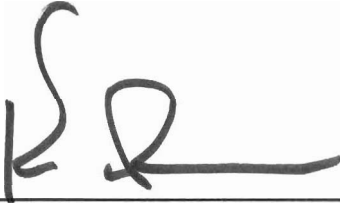
The Property and Casualty Guaranty Association Act, MCL 500.7925(2)(a), requires the Commissioner of Financial and Insurance Services to adjust annually an insured's maximum refund of unearned premiums that constitutes a covered claim of the Property and Casualty Guaranty Association (Association). The Act directs the Association not to refund an unearned premium refund amount less than \$50.00.

MCL 500.7925(2)(a) requires the annual adjustment of an insured's maximum refund of unearned premiums, from one insolvent insurer, to reflect changes in the cost of living as prescribed by the Commissioner's promulgated rule. R 500.351 of the Michigan Administrative Code requires the annual adjustment to the maximum refund amount of unearned premiums by the ratio of the national Consumer Price Index (CPI) as calculated by the United States Department of Labor, Bureau of Statistics, using the U.S. City Average Index for all items as of March of each year, rounded to the nearest dollar.

By issuing this informational statement, the Commissioner certifies that he has performed the CPI review and has adjusted the maximum unearned premium refund for the period from July 1, 2007 through June 30, 2008 to \$1,282.

Any questions regarding this bulletin should be directed to:

Office of Financial and Insurance Services  
Market Research Division  
611 West Ottawa Street  
P.O. Box 30220  
Lansing, Michigan 48909-7720

A handwritten signature in black ink, appearing to read 'KR', is positioned above a horizontal line.

Phone: (517) -241-6358  
Toll Free: (877) 999-6442

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Ken Ross  
Commissioner of Financial and Insurance Services